
The International Group Reinsurance Programme

December 2021

To the Members

The arrangements for the renewal of the International Group reinsurance programme for the year commencing 20 February 2022, including Hydra premium, the Collective Overspill Cover, TRIA allocation War cover and Laid Up rates, has now been finalised.

Individual Club Retention and General Excess Loss (GXL) programme attachment

Individual Club Retention (ICR) remains unchanged for the 2022/23 policy year at US\$10 million, as does the structure of the Pool above that and the attachment point for the GXL programme at US\$100m. The further ICR of 7.5% in the upper layer of the Pool also remains unchanged.

Hydra participation

Hydra continues to retain 100% of the Lower Pool layer US\$30 million – US\$50 million and 92.5% of the Upper Pool layer US\$50 million – US\$100 million. In addition, Hydra retains a US\$100 million AAD in the 70% market share of the GXL programme.

Excess Loss Placement

Private Placements: 30% of the Layer US\$650m excess of US\$100m has been secured on expiring coverage terms. This percentage is covered by three private market placements which are renewed independently of the main General Excess Loss programme;

Main General Excess of Loss: These placements have been renewed with unamended, free and unlimited, coverage for all risks except Malicious Cyber, COVID and Pandemic risks.

For Malicious Cyber, Covid and Pandemic risks there is free and unlimited cover for claims up to US\$450m excess of US\$100m, covering almost all Group Clubs' certificated risks. Excess of US\$550m there is up to US\$2.15 bn of annual aggregated cover in respect of these three risks. Excess of that the Group has decided to pool between Group Clubs the unreinsured risks. This combination means that there is no change to Members' cover for 2022.

The Collective Overspill (US\$1bn excess of US\$2.1 bn) and ancillary covers are being renewed with premiums included within the overall rate per GT.

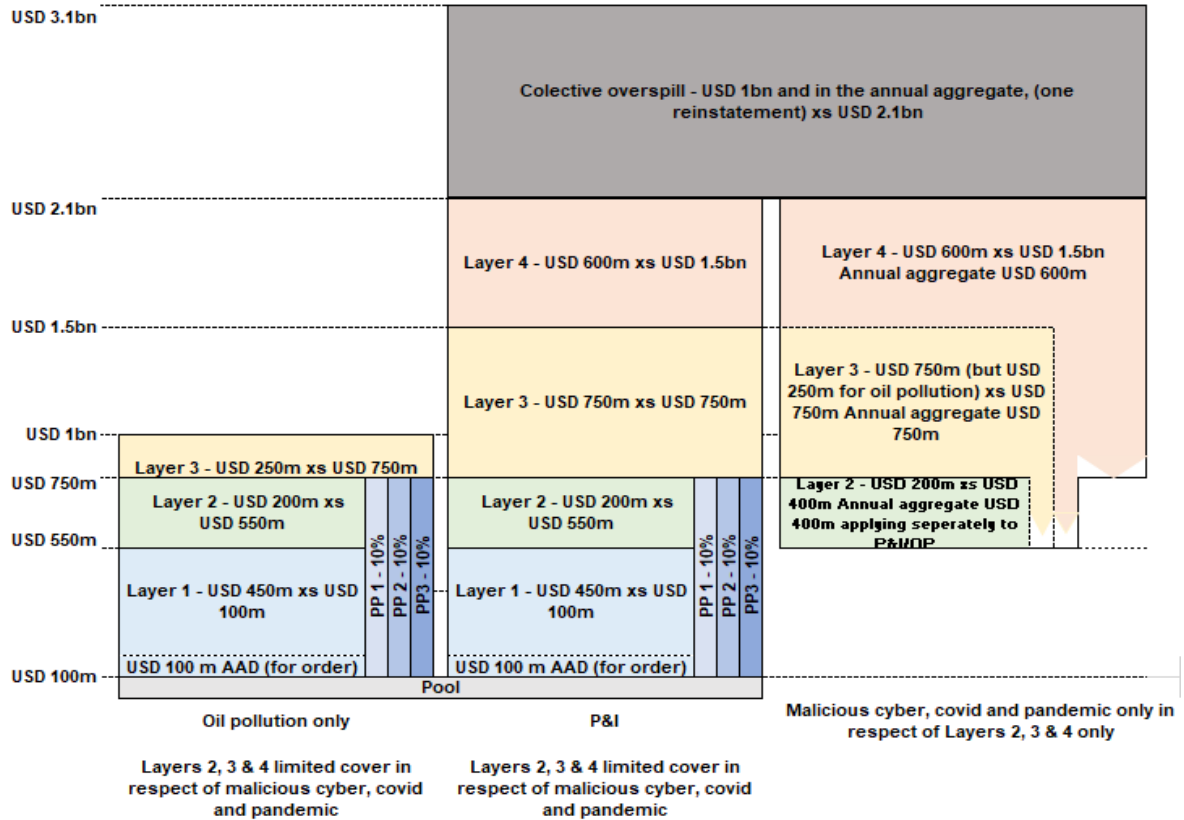
The Group RI rates (per GT) to be charged to Members for 2022/23 are now confirmed as below;

Excess Loss Rates

The difficult prevailing reinsurance market conditions and the need to maintain the broadest cover available have led to significant rate rises for 2022. The overall increase has been allocated across the various vessel categories below to reflect their respective claims performance.

Owned Entries

Tonnage Category	2022 rate per g.t.	% change from 2021
Persistent Oil tankers	\$0.6469	+15%
Clean Tankers	\$0.3666	+40%
Dry	\$0.5639	+40%
FCC	\$0.6586	+55%
Passenger	\$3.8677	+18.6%



U.S. Oil Pollution Surcharge 2022/23

The surcharge will remain at nil for 2022/23

US Terrorism Risk Insurance Act (TRIA)

TRIA has been further extended by the Terrorism Risk Insurance Program Reauthorisation Act of 2019 up to 2027. TRIA continues to apply to worldwide trading US flag vessels in the MARAD programme only.

MLC cover

The MLC market reinsurance cover is being renewed for 2022 at competitive market terms, with the premium included in the overall reinsurance rates charged to shipowners.

War cover

The excess War P&I cover will be renewed for 2022 for a period of 12 months. Again, this will be included in the total rates charged to shipowners.

Club Circular: L.384

Yours faithfully,

**STEAMSHIP MUTUAL
UNDERWRITING ASSOCIATION LIMITED**